



To the Honorable Council
City of Norfolk, Virginia

October 13, 2015

From: Betty J. Meyer, Acting Director of Budget and
Strategic Planning

Subject: An ordinance to amend the
Fiscal Year 2016 Capital Improvement
Program (CIP) Budget

Reviewed: Sabrina Joy-Hogg
Sabrina Joy-Hogg, Deputy City Manager

Ward/Superward: Citywide

Approved: Marcus D. Jones
Marcus D. Jones, City Manager

Item Number:

PH-1

I. **Recommendation:** Adopt Ordinance

II. **Applicant:** City of Norfolk

Description:

This agenda item includes an ordinance to amend the Fiscal Year 2016 CIP Budget to appropriate and authorize the expenditure of an additional \$2.2 million from the FY 2015 preliminary operating budget surplus. In total, the city is expecting to generate an \$8.5 million surplus. The total amount is proportioned between the operating and capital budgets and reserves (see Analysis for detail).

This amendment and the corresponding Operating Budget Amendment are in accordance with the City Council's discussion and direction from the retreat held on September 21-22, 2015. Capital projects outlined below help to improve public school facilities, foster economic development, and revitalize, improve neighborhoods:

Capital Project Adjustments			
Project	Type	Priority Area	Amount
Address School Major Maintenance	Maintenance	Lifelong Learning	\$250,000
Implement RPOS Master Plan (Bay Oaks Park)	Acquisition / Improvement	Safe, Healthy, and Inclusive Communities	\$100,000
Improve Denby Park Neighborhood	Acquisition / Improvement	Safe, Healthy, and Inclusive Communities	\$300,000
Chesapeake Boulevard Pedestrian Crossing	Infrastructure	Safe, Healthy, and Inclusive Communities	\$200,000
Improve Chelsea Neighborhood Infrastructure	Infrastructure	Safe, Healthy, and Inclusive Communities	\$100,000
Improve Arts District Infrastructure	Infrastructure	Economic Vitality and Workforce Development	\$200,000

Capital Project Adjustments			
Project	Type	Priority Area	Amount
Implement Five Points Better Block Plan	Infrastructure	Safe, Healthy, and Inclusive Communities	\$300,000
Implement Ocean View Traffic Calming	Infrastructure	Economic Vitality and Workforce Development	\$200,000
Implement Southside Neighborhood Plan – Wilson Road/Indian River Road	Acquisition / Improvement	Safe, Healthy, and Inclusive Communities	\$300,000
Implement Poplar Hall Drive Pedestrian Improvement	Infrastructure	Safe, Healthy, and Inclusive Communities	\$250,000
		Total	\$2,200,000

III. Analysis

Funds available for this amendment are anticipated to come from the FY 2015 surplus. Through prudent fiscal management and conservative revenue projections, the city anticipates an \$8.5 million surplus. A portion of the surplus, \$4.3 million will be used for FY 2016 one-time Operating Budget expenditures, \$1.0 million each for the Risk Management and the Economic Downturn and Leveling Reserves and the remaining \$2.2 is provided to the capital projects listed in this ordinance.

IV. Financial Impact

This amendment adds \$2.2 million to the Approved FY 2016 CIP Budget resulting in a 1.4 percent increase bringing the total from \$155,505,200 to \$157,705,200. Since no additional bonds will be issued to implement these projects, the city's debt burden is not expected to increase.

V. Environmental

N/A

VI. Community Outreach/Notification

Pursuant to the Code of Virginia and Norfolk City Charter, this agenda item requires a public hearing. As such, a public hearing notice was published in *The Virginian-Pilot* on October 6, 2015 and the public hearing will be held on October 13, 2015.

VII. Board/Commission Action

N/A

VIII. Coordination/Outreach

This letter and ordinance have been coordinated with the Office of Budget and Strategic Planning, the Department of Finance, and the City Attorney's Office.

Supporting Material from the City Attorney's Office:

- Ordinance

9/30/15 - wld

Form and Correctness Approved:

By [Signature]
Office of the City Attorney

Contents Approved:

By [Signature]
DEPT. Budget & Management

Pursuant to Section 72 of the City Charter, I hereby certify that the money required for this item is in the city treasury to the credit of the fund from which it is drawn and not appropriated for any other purpose.

\$ 2,200,000 Various
[Signature] Account
Director of Finance 10/5/2015
Date

NORFOLK, VIRGINIA

ORDINANCE No.

AN ORDINANCE TO AMEND AND REORDAIN SECTIONS 1 AND 2 OF THE CAPITAL IMPROVEMENT PROGRAM BUDGET FOR THE FISCAL YEAR 2016, SO AS TO INCREASE FUNDING FOR CERTAIN PROJECTS APPROVED THEREIN BY \$2,200,000; AND TO AUTHORIZE THE EXPENDITURE IN CASH BY APPROPRIATING AND TRANSFERRING \$2,200,000, FROM THE GENERAL FUND FOR THE FISCAL YEAR 2016.

WHEREAS, Council desires to amend the Capital Improvement Plan Budget for the City for the fiscal year beginning July 1, 2015 and ending on June 30, 2016, to provide additional funding for a project known as "Improve Denby Park Neighborhood" by Three Hundred Thousand Dollars (\$300,000); to provide additional funding for a project known as "Implement Southside Neighborhood Improvement Plan" by Three Hundred Thousand Dollars (\$300,000); to provide additional funding for a project known as "Implement RPOS Master Plan" by One Hundred Thousand Dollars (\$100,000); to provide additional funding for a project known as "Address School Major Maintenance" by Two Hundred Fifty Thousand Dollars (\$250,000); to establish and add a project known as "Chesapeake Boulevard Pedestrian Crossing" in the amount of Two Hundred Thousand Dollars (\$200,000); to establish and add a project known as "Improve

Chelsea Neighborhood Infrastructure" in the amount of One Hundred Thousand Dollars (\$100,000); to establish and add a project known as "Improve Arts District Infrastructure" in the amount of Two Hundred Thousand Dollars (\$200,000); to establish and add a project known as "Implement Five Points Better Block Plan" in the amount of Three Hundred Thousand Dollars (\$300,000); to establish and add a project known as "Implement Ocean View Traffic Calming" in the amount of Two Hundred Thousand Dollars (\$200,000); to establish and add a project known as "Implement Poplar Hall Drive Pedestrian Improvements" in the amount of Two Hundred Fifty Thousand Dollars (\$250,000) and to authorize the expenditure in cash by appropriating and transferring \$2,200,000, from the General Fund; now therefore,

BE IT ORDAINED by the Council of the City of Norfolk:

Section 1:- That Sections 1 and 2 of the FY 2016 Capital Improvement Plan Budget Ordinance #45,956, adopted by Council on May 19, 2015, effective from and after July 1, 2015, are hereby amended and reordained so as to, increase the funding for "Improve Denby Park Neighborhood" by Three Hundred Thousand Dollars (\$300,000), increase the funding for "Implement Southside Neighborhood Improvement Plan" by Three Hundred Thousand Dollars (\$300,000), increase the funding for "Implement RPOS Master Plan" by One Hundred Thousand Dollars (\$100,000), increase the funding for "Address School Major Maintenance" by Two Hundred Fifty Thousand Dollars (\$250,000), establish and add "Chesapeake Boulevard Pedestrian Crossing" in the amount of Two Hundred Thousand Dollars (\$200,000), establish and add "Improve Chelsea Neighborhood Infrastructure" in the amount of One Hundred Thousand Dollars (\$100,000), establish and add "Improve Arts District Infrastructure" in the amount of Two Hundred Thousand Dollars (\$200,000), establish and add

"Implement Five Points Better Block Plan" in the amount of Three Hundred Thousand Dollars (\$300,000), establish and add "Implement Ocean View Traffic Calming" in the amount of Two Hundred Thousand Dollars (\$200,000), and establish and add "Implement Poplar Hall Drive Pedestrian Improvement" in the amount of Two Hundred and Fifty Thousand Dollars (\$250,000) such sections to read as follows:

Section 1:- That the capital projects set forth below in the Capital Improvement Plan for the fiscal year beginning on July 1, 2015 and ending on June 30, 2016, submitted by the City Manager under date of April 14, 2015, and amended by City Council, are hereby approved and the amounts herein set forth aggregating \$157,705,200, or so much thereof as may be necessary, as set forth in the Capital Improvement Plan Budget for the fiscal year July 1, 2015 to June 30, 2016, are hereby appropriated for the purposes hereinafter set out in the following subparagraph:

A. Capital Improvement Projects

<u>Number</u>	<u>Title</u>	<u>Approved Amount</u>
General Capital		
1	Address School Major Maintenance	3,750,000
2	Address Street Flooding Citywide	1,500,000
3	Build Broad Creek Library	9,000,000
4	Construct Camp Allen Elementary School	11,886,000
5	Construct or Renovate Schools	59,000,000
6	Continue Scope Arena Improvements (PA)	750,000
7	Control Beach Erosion	500,000
8	Develop Bicycle, Pedestrian Greenways, Sharrows, and Complete Streets	750,000
9	Enhance Signals and Intersections	200,000
10	Fund ADA Master Plan for City Facilities	150,000
11	Fund Chrysler Museum Capital Campaign Match	850,000
12	Fund Preliminary Engineering	3,359,000
13	Implement Fire-Rescue Facility Plan	5,125,000
14	Implement RPOS Master Plan	600,000
15	Improve Citywide Dredging and Waterways	350,000
16	Improve Community and Neighborhood Parks	500,000
17	Improve Cultural Facilities (PA)	250,000

18	Improve Denby Park Neighborhood	500,000
19	Improve Downtown Corridor Streetscaping	100,000
20	Improve Existing Community Centers	450,000
21	Improve Fairmount Park Infrastructure	950,000
22	Improve HVAC Systems Citywide	200,000
23	Improve Infrastructure and Acquire Property	1,000,000
24	Improve Neighborhood Streets - Major	600,000
25	Improve Roof Repair and Moisture Protection	250,000
26	Improve Street Lights	100,000
27	Maintain Municipal Facilities	3,000,000
28	Maintain USS Wisconsin BB-64	500,000
29	Renovate Virginia Zoo Farm and Reptile House	700,000
30	Repair and Maintain Bridges - Minor	250,000
31	Repair and Replace Bridges - Major	1,000,000
32	Repair Neigh. Sts/Sidewalks/Walkways	500,000
33	Revitalize, Redevelop, and Conserve Neighborhoods	2,500,000
34	Support Boxing Facility at Harbor Park	2,000,000
35	Support Career and Technical Education	1,000,000
36	Support Citywide Public Art	250,000
37	Chesapeake Boulevard Pedestrian Crossing	200,000
38	Improve Chelsea Neighborhood Infrastructure	100,000
39	Improve Arts District Infrastructure	200,000
40	Implement Five Points Better Block Plan	300,000
41	Implement Ocean View Traffic Calming	200,000
42	Implement Southside Neighborhood Plan	300,000
43	Implement Poplar Hall Drive Pedestrian Improvement	250,000
Total General Capital		115,920,000
Parking Facilities		
44	Maintain Parking Facilities	2,900,000
Total Parking Facilities		2,900,000
Storm Water Utility		
45	Create Citywide Flooding Reserve	1,315,200
46	Improve Storm Water Quality	950,000
47	Improve Storm Water System	600,000
48	Improve Storm Water Waterfront Facilities	500,000
49	Reduce Neighborhood Flooding	1,450,000
	Support Campostella Landfill Post Closure	
50	Requirements	1,500,000
Total Storm Water Utility		6,315,200
Wastewater Utility		
51	Improve Wastewater Collection System	17,000,000

Total Wastewater Utility	17,000,000
Water Utility	
52 Implement Meter Change-Out Program	150,000
53 Improve Water Pipeline Infrastructure	12,700,000
54 Rehabilitate Reservoirs Systemwide	1,050,000
55 Replace Master Meters	120,000
56 Upgrade Moores Bridges Water Treatment Plant	1,500,000
57 Upgrade Northstar Billing System	50,000
Total Water Utility	15,570,000
Grand Total	157,705,200

Section 2:- That in order to provide the funds heretofore appropriated, cash in the aggregate principal sum of \$21,674,304 is authorized to be expended. Of such sum, \$11,727,966 is for General Capital Improvement Projects, which is comprised of \$300,000 of proceeds from the sale of land, \$2,079,166 transferred from the General Fund, \$2,200,000 transferred from the General Fund, \$6,148,800 transferred from the School Fund, and \$1,000,000 transferred from the Public Amenities Fund; \$2,900,000 is for Parking Facilities Fund Projects; and \$5,350,000 is for Water Utility Fund Projects; and \$1,696,338 for Storm Water Utility Fund Projects, of which \$381,138 was previously authorized cash. Previously approved, but unissued, bonds in the aggregate principal sum of \$4,430,424 are reappropriated for General Capital Improvement Projects, and therefore bonds of the City of Norfolk in the aggregate principal sum of \$136,030,896 are hereby authorized to be issued from time to time in such form and with such terms as shall be established pursuant to future ordinances, of which \$104,192,034 is for General Capital Improvement Projects, \$4,618,862 is for Storm Water Utility Fund Projects, \$17,000,000 is for Wastewater Utility Fund Projects and \$10,220,000 is for Water Utility Fund Projects. Further, that \$7,500,000 of cash funding previously authorized from the Public Amenities Fund for General Capital Improvement Projects hereby reverts to the Public Amenities Fund, and funding for \$40,000,000 of the City's previously authorized, but unissued, Water Utility Fund Projects is hereby converted to cash funding and is hereby appropriated.

Section 3:- That in all other respects, Ordinance #45,956 shall remain in full force and effect.

Section 4:- That this ordinance shall be in effect from and after its adoption.